

- 1 **Q. Does Mr. Brockman agree that rate mitigation funds made available by the**
2 **Provincial Government of Newfoundland and Labrador should be functionalized,**
3 **classified and allocated among all customer classes as a separate expense credit item**
4 **within the Cost of Service Study, and shared among customer classes on a consistent**
5 **basis with the overall cost allocation approach to be approved by the Board of**
6 **Commissioners of Public Utilities for the Muskrat Falls Project? If not, what**
7 **method does Mr. Brockman propose for the treatment of available rate mitigation**
8 **funds in the Cost of Service Methodology?**
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- 10 A. In Mr. Brockman's opinion, the method described in the question appears to be a
11 reasonable approach for the cost of service treatment of rate mitigation funds made
12 available by the Provincial Government of Newfoundland and Labrador for the specific
13 purpose of mitigating the rate impact of the Muskrat Falls Project on customers on the
14 Island Interconnected system.